

BEFORE THE ARIZONA CORPORATION COMI RECEIVED

COMMISSIONERS

MIKE GLEASON, Chairman WILLIAM A. MUNDELL JEFF HATCH-MILLER KRISTIN K. MAYES **GARY PIERCE**

2007 AUG 15 P 3: 57

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IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS SUN CITY WASTEWATER AND SUN CITY WEST WASTEWATER DISTRICT

DOCKET NO. WS-01303A-06-0491

NOTICE OF FILING

AFFIDAVIT OF CUSTOMER **NOTICE**

Arizona-American Water Company hereby files in the above-referenced matter an affidavit that additional public notice of hearing were sent to customers within the customer classes identified in the August 8, 2007, Procedural Order.

RESPECTFULLY SUBMITTED on August 15, 2007.

Paul M. Li

Arizona-American Water Company 19820 N. 7th St.

Suite 201

Phoenix, Arizona 85024

(623) 445-2442

Paul.Li@amwater.com

Attorney for Arizona-American Water Company

Arizona Corporation Commission

DOCKETED

AUG 15 2007

DOCKETED BY

Original and 13 copies **filed** on August 15, 2007, with:

Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Copies of the foregoing **mailed** on August 15, 2007, to:

Teena Wolfe Administrative Law Judge Arizona Corporation Commission 1200 West Washington St. Phoenix, Arizona 85007

Maureen A. Scott Senior Staff Counsel Arizona Corporation Commission 1200 West Washington St. Phoenix, Arizona 85007

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Tracy Spoon, Executive Director Sun City Taxpayers Association 12630 N. 103rd Avenue Suite 144 Sun City, Arizona 85351

Philip Jansen 14115 W. Gunsight Dr. Sun City, Arizona, 85375

By:

Courtney Appelhans

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

MIKE GLEASON, Chairman WILLIAM A. MUNDELL JEFF HATCH-MILLER KRISTIN K. MAYES GARY PIERCE

IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS SUN CITY AND SUN CITY WEST WASTEWATER AND DISTRICTS

DOCKET NO. WS-01303A-06-0491

AFFIDAVIT

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Affidavit of Todd E. Walker

- I am employed by Arizona-American Water Company as the Community Relations Manager.
- 2. I caused a copy of the attached notice to be mailed to customers in Arizona-American Water Company's Sun City and Sun City West Wastewater Districts.

Todd-E. Walker



STATE OF Arizona)
County of Maricopa) ss.)

 Subscribed and sworn before me on August 15, 2007.

Name: Courtney Appelhans

Title: Administrative Assistant

My Commission expires: Tune 22, 26.6

PUBLIC NOTICE OF POSSIBILITY OF LARGER THAN ORIGINALLY PROJECTED RATE INCREASES UNDER THE COMPANY'S ALTERNATE RATE DESIGN PROPOSAL IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY FOR INCREASES IN ITS RATES AND CHARGES FOR UTILITY SERVICE BY ITS SUN CITY WASTEWATER AND SUN CITY WEST WASTEWATER DISTRICTS DOCKET NO. WS-01303A-06-0491

On July 28, 2006, Arizona-American Water Company ("Company") filed an application with the Arizona Corporation Commission ("Commission") for an increase in operating income. The Company is currently requesting an increase in operating income for its Sun City Wastewater District of approximately 28.54 percent (\$1,279,305), and for its Sun City West Wastewater District of approximately 41.33 percent (\$1,875,812). Under one of the Company's recently filed rate design proposals for wastewater rates, which is based on actual water usage by the individual account, certain customers' bills for wastewater service would experience rate increases of a much greater percentage than the amount of the increases set forth in prior customer notification of the rate increase request. These high-percentage rate increases can potentially affect some residential customer accounts and some commercial customer accounts.

This letter is to inform you that you have been identified as one of the customers who may experience, if one of the Company's rate design proposals is adopted by the Commission, a wastewater bill increase significantly higher than the overall average percentage increase originally requested by the Company.

The Company can calculate the impact of its rate design proposals on your account. If you would like the Company to calculate the impact of its proposals on your account, please contact Todd Walker, Community Relations Manager, at 623-780-3780 or at Todd.Walker@amwater.com.

Other parties to this case have made alternative proposals, and the Commission will determine the appropriate rate relief to be granted based on the evidence of record in this proceeding. The Commission is not bound by the proposals made by the Company, Staff, or any intervenors and, therefore, the final rates approved in this docket may be lower or higher than the rates requested by the Company. Copies of the application and proposed tariffs, and of proposals made by other parties to the case, are available at the Company's offices, 15626 N. Del Webb Blvd, Sun City, Arizona and on the internet via the Commission web site (www.azcc,gov) using the e-docket function.

The Commission has scheduled a hearing on this matter to commence on August 23, 2007, at 10:00 a.m., at the Commission's offices, 1200 West Washington, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. A pre-hearing conference is scheduled to convene on August 17, 2007, at 2:00 p.m. If you plan to request intervention in this matter (see below), and would like to attend the pre-hearing conference, you may raise procedural issues at that time.

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Intervention shall be permitted to any person entitled by law to intervene and having a direct and substantial interest in the matter. If you desire to intervene, you must file a written motion to intervene with the Commission no later than August 23, 2007. You must send a copy of the motion to intervene to the Company or its counsel and to all parties of record. Your motion to intervene must contain the following:

- 1. Your name, address, and telephone number and the name, address and telephone number of any party upon whom service of documents is to be made if not yourself.
- 2. A short statement of your interest in the proceeding (e.g., a customer of the Company, a shareholder of the Company, etc.).
- 3. A statement certifying that you have mailed a copy of the motion to intervene to the Company or its counsel and to all parties of record in the case.

The granting of intervention, among other things, entitles a party to present sworn evidence at the hearing and to cross-examine other witnesses. However, <u>failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case.</u> You will not receive any further notice of this proceeding unless you request it.

Written public comments may be submitted via email, or by mailing a letter referencing Docket Number WS-01303A-06-0491 to: Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix,AZ 85007 (visit http://www.azcc.gov/divisions/util/forms/public_comment.pdf for a form and instructions). If you require assistance, you may contact the Consumer Services Section of the Commission at 1-800-222-7000. If you wish to listen to proceedings in this matter without participating, you may access the audio webcast of the proceedings via the Commission's website (visit http://www.azcc.gov/divisions/it/audio.asp).

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator Linda Hogan, E-mail Lhogan@azcc.gov, voice phone number 602/542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.



United States Postal Service

Certificate of Bulk Mailing

MAILER: Prepare this statement in ink. Affix m stamps covering fee in the block to the right. Prefer to Certificate Fee for Certificate Up to 1,000 pieces (1 certificate for total numbe For each additional 1,000 pieces, or fraction Duplicate Copy Number of Identical Class of Mail Pos	Affix meter stamp or uncanceled postage right. Present for certification. Icate Use rumber) Current Rate stion Chart	Use Current Rate Chart Number of Pieces	Total Number of	USAT USAT	NSA 1	3
Pieces 4/2 / / St Mailed For Arizona functican Water	Mailed By Codd E	10 day E. Walker	Pounds	189.01	5,50	1 I

Postmaster's Certificate

It is hereby certified that the above-described mailing has been received and number of pieces and postage verified.

(Postmaster br besignee)

PS Form **3606**, May 1992.